

Sprint Local Telephone Companies

Tariff F.C.C. Nos. 2 & 3

Transmittal No. 247

Description and Justification

The Sprint local telephone companies (Sprint LTC) hereby submit the following information in support of the accompanying tariff filing, as required by Sections 61.38 and 61.41 through 61.49 of the Federal Communications Commission's Rules and Regulations.

This filing is being made on 15 days' notice under the Commission's streamlined filing procedures, and proposes the following revisions to Tariff F.C.C. No. 3:

- (1) Change to special access term discount plan (TDP) and premier term discount plan (PTDP) provisions to allow customers 12 months (365 days) to renew their term plan;
- (2) Addition of rates offering 622.08 Mbps (OC12) Asynchronous Transfer Mode (ATM) service, while reducing various rates for existing 155.52 Mbps (OC3) ATM service in the states of Nevada and North Carolina; and
- (3) Addition of special construction charges for the installation of fiber optic and copper facilities designed to meet the specific requirements of specific customers in the states of Missouri, Nevada, Ohio and Oregon.

In addition, Sprint LTC is proposing to adjust the pay telephone surcharge rate in its interstate intraLATA message telecommunications tariff (F.C.C. No. 2). This revision is being made as a result of the FCC's Report and Order, *In the Matter of Request to Update Default Compensation Rate for Dial-Around Calls from Payphones*, FCC 04-182 (WC Docket No. 03-225), released August 12, 2004. Pursuant to Section 61.49(f)(4) of the Commission's Rules, supporting information is not required for interstate intraLATA toll services and, therefore, is not provided for this change.

1.0 Term Discount Plan Revisions

Sprint LTC proposes to revise its special access term discount plan (TDP) and premier term discount plan (PTDP) regulations to increase the time a customer currently has to renew their term commitment plan from 90 days to 12 months (365) days. This change will ensure that customers have sufficient time to review the options available to them and select the plan that will best fit their needs. Customers subscribing to TDP or PTDP plans established or on order prior to October 30, 2004, may elect to discontinue service without termination liability within 90 days of the effective date of the revisions included in this filing.

2.0 Asynchronous Transfer Mode (ATM) Service

Sprint LTC currently offers ATM service at 622.08 Mbps (OC12) in the state of Florida. In this filing, Sprint LTC is proposing to establish rates for 622.08 Mbps (OC12) ATM service in the states of Nevada and North Carolina in response to growing customer demand for high bandwidth options for transmission of high speed data, voice and video traffic.

ATM service is a connection-oriented fast packet network service that permits the transmission of high speed data, voice and video traffic utilizing cell switching technology. ATM cells are fixed length cells that provide symmetrical or asymmetrical duplex transmission. Utilizing statistical multiplexing, ATM service enables customers to allocate circuit bandwidth to applications as needed on virtual paths or channels. ATM service allows multiple communications applications to be transmitted within multiple paths or channels utilizing common fiber optic or copper facilities. It also allows for the interconnection of customer premises equipment that is ATM compatible. Physical access to the ATM network is provided via an electrical cross-connect or an ATM access termination connecting the customer premises to the ATM User to Network (UNI) Interface or the Network to Network (NNI) Interface port connection.

The rate structure for 622.08 Mbps (OC12) ATM service includes the following rate elements:
ATM Access Termination, ATM Interoffice Mileage, User to Network Interface (UNI) Port Connection, Network to Network Interface (NNI) Port Connection and Permanent Virtual Circuits (PVCs).

Exhibits 1-1 and 1-2 display the material investment and labor associated with the proposed monthly recurring rates and nonrecurring charges for 622.08 Mbps (OC12) ATM service in the states of Nevada and North Carolina. The annual cost is determined by applying company specific factors for maintenance and income taxes. Depreciation is based on straight-line depreciation of the net material investment over the estimated life of the investment. Return is calculated at 11.25% and applied to the average investment amount over the estimated location life. The annual cost is divided by 12 to produce the monthly direct cost floor. The proposed monthly recurring rates are set above the direct cost floor at a level that ensures recovery of an appropriate amount of overhead costs. The nonrecurring charges developed for ATM are designed to recover the upfront installation and engineering labor cost associated with the provision of the requested service arrangement.

The forecasted demand for 622.08 Mbps (OC12) ATM service is based on customer requests for these service arrangements, and is displayed on Exhibit 1-3.

3.0 Special Construction Individual Case Basis Filings

Sprint LTC proposes to add nonrecurring charges for the special construction of DS3 fiber optic facilities and DS1 and DS3 copper cable facilities, designed to satisfy the specific requirements of customers in the states of Missouri, Nevada, Ohio and Oregon. The proposed nonrecurring charges recover the cost of materials, engineering and installation incurred by the Telephone Company, which is in addition to the investment costs included in the monthly recurring rates associated with the special access services requested. Rate development worksheets detailing the calculation of the proposed charges for each special construction case are included as Exhibits 2-1 through 2-4. The rates for the

fiber optic and copper cable, were developed separately from the maintenance and taxes, and then combined to produce a single nonrecurring charge for each special construction case.

4.0 Conclusion

The Sprint local telephone companies are submitting the accompanying tariff revisions in accordance with the Commission's Rules governing the provision of interstate access services, and in response to customer requests for the proposed services. The revisions proposed herein are demonstrated to be just and reasonable, and are supported, where required, by exhibits detailing cost and rate development.

Company: Sprint Local Telephone Companies - Nevada

**Rate Element: ATM OC12 Access Termination - Within CO
With Telephone Company Provided Terminal Equipment**

A. Investment

1. Circuit Equipment Investment	\$ 39,152.25
2. Outside Plant Investment	
3. Total Investment Cost (Line 1 + Line 2)	\$ 39,152.25
4. Net Salvage Value - Material	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 39,152.25

B. Annual Cost

		% Total Investment
6. Depreciation	\$ 4,894.03	12.50%
7. Other Direct Expense	\$ 3,132.18	8.00%
8. Maintenance	\$ 540.30	1.38%
9. Return	\$ 2,549.71	6.51%
10. Federal and State Tax	\$ 1,372.92	3.51%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 12,489.15	31.90%

C. Customer Installation Cost

	Hours	Labor Rate	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.02	\$ 45.22	\$ 91.53
14. Total Labor (Line 12 + Line 13)			\$ 91.53

D. Pricing

15.	Proposed Nonrecurring Charge		\$	1,000.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	1,040.76
17.	PROPOSED MONTHLY RATE:			
		Direct Cost/ Unit Invest	Direct Cost/ Rate	
	Month-to-Month	\$ 7,016.00	0.3190	0.1483
	3 Year	\$ 4,180.00	0.3190	0.2490
	5 Year	\$ 3,344.00	0.3190	0.3112

Company: Sprint Local Telephone Companies - Nevada

**Rate Element: ATM OC12 Access Termination - 0 - 3 Miles
With Telephone Company Provided Terminal Equipment**

A. Investment

	<u>Circuit</u>	<u>Outside Plant</u>
1. Circuit Equipment Investment	\$ 39,152.25	\$ -
2. Outside Plant Investment	\$ -	\$ 9,937.70
3. Total Investment Cost (Line 1 + Line 2)	\$ 39,152.25	\$ 9,937.70
4. Net Salvage Value - Material	\$ -	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 39,152.25	\$ 9,937.70

B. Annual Cost

		<u>% Total Investment</u>		<u>% Total Investment</u>
6. Depreciation	\$ 4,894.03	12.50%	\$ 496.89	5.00%
7. Other Direct Expense	\$ 3,132.18	8.00%	\$ 334.90	3.37%
8. Maintenance	\$ 540.30	1.38%	\$ 31.80	0.32%
9. Return	\$ 2,549.71	6.51%	\$ 754.38	7.59%
10. Federal and State Tax	\$ 1,372.92	3.51%	\$ 406.20	4.09%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 12,489.15	31.90%	\$ 2,024.17	20.37%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.02	\$ 45.22	\$ 91.53
14. Total Labor (Line 12 + Line 13)			\$ 91.53

D. Pricing

15. Proposed Nonrecurring Charge \$ 1,000.00

16. Monthly Direct Cost PRICE FLOOR \$ 1,209.44

17. PROPOSED MONTHLY RATE:

		<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
Month-to-Month	\$ 8,455.00	0.2956	0.1430
3 Year	\$ 7,047.00	0.2956	0.1716
5 Year	\$ 5,636.00	0.2956	0.2146

Company: Sprint Local Telephone Companies - Nevada

**Rate Element: ATM OC12 Access Termination - Over 3 Miles
With Telephone Company Provided Terminal Equipment**

A. Investment

	<u>Circuit</u>	<u>Outside Plant</u>
1. Circuit Equipment Investment	\$ 39,152.25	\$ -
2. Outside Plant Investment	\$ -	\$ 24,844.25
3. Total Investment Cost (Line 1 + Line 2)	\$ 39,152.25	\$ 24,844.25
4. Net Salvage Value - Material	\$ -	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 39,152.25	\$ 24,844.25

B. Annual Cost

		<u>% Total Investment</u>		<u>% Total Investment</u>
6. Depreciation	\$ 4,894.03	12.50%	\$ 1,242.21	5.00%
7. Other Direct Expense	\$ 3,132.18	8.00%	\$ 837.25	3.37%
8. Maintenance	\$ 540.30	1.38%	\$ 79.50	0.32%
9. Return	\$ 2,549.71	6.51%	\$ 1,885.94	7.59%
10. Federal and State Tax	\$ 1,372.92	3.51%	\$ 1,015.51	4.09%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 12,489.15	31.90%	\$ 5,060.42	20.37%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.02	\$ 45.22	\$ 91.53
14. Total Labor (Line 12 + Line 13)			\$ 91.53

D. Pricing

15.	Proposed Nonrecurring Charge		\$	1,000.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	1,462.46
17.	PROPOSED MONTHLY RATE:			
			Direct Cost/ <u>Unit Invest</u>	Direct Cost/ <u>Rate</u>
	Month-to-Month	\$ 10,657.00	0.2742	0.1372
	3 Year	\$ 8,879.00	0.2742	0.1647
	5 Year	\$ 7,099.00	0.2742	0.2060

Company: Sprint Local Telephone Companies - Nevada

**Rate Element: ATM OC12 Access Termination - Within CO
Without Telephone Company Provided Terminal Equipment**

A. Investment

1. Circuit Equipment Investment	\$ 14,483.00
2. Outside Plant Investment	\$ -
3. Total Investment Cost (Line 1 + Line 2)	\$ 14,483.00
4. Net Salvage Value - Material	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 14,483.00

B. Annual Cost

		% Total Investment
6. Depreciation	\$ 1,810.38	12.50%
7. Other Direct Expense	\$ 1,158.64	8.00%
8. Maintenance	\$ 199.87	1.38%
9. Return	\$ 943.18	6.51%
10. Federal and State Tax	\$ 507.86	3.51%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 4,619.92	31.90%

C. Customer Installation Cost

	Hours	Labor Rate	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.02	\$ 45.22	\$ 91.53
14. Total Labor (Line 12 + Line 13)			\$ 91.53

D. Pricing

15.	Proposed Nonrecurring Charge		\$	1,000.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	384.99
17.	PROPOSED MONTHLY RATE:			
		Direct Cost/ Unit Invest	Direct Cost/ Rate	
	Month-to-Month	\$ 3,025.00	0.3190	0.1273
	3 Year	\$ 2,090.00	0.3190	0.1842
	5 Year	\$ 1,756.00	0.3190	0.2192

Company: Sprint Local Telephone Companies - Nevada

**Rate Element: ATM OC12 Access Termination - 0 - 3 Miles
Without Telephone Company Provided Terminal Equipment**

A. Investment

	<u>Circuit</u>	<u>Outside Plant</u>
1. Circuit Equipment Investment	\$ 14,483.00	\$ -
2. Outside Plant Investment	\$ -	\$ 9,937.70
3. Total Investment Cost (Line 1 + Line 2)	\$ 14,483.00	\$ 9,937.70
4. Net Salvage Value - Material	\$ -	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 14,483.00	\$ 9,937.70

B. Annual Cost

		<u>% Total Investment</u>		<u>% Total Investment</u>
6. Depreciation	\$ 1,810.38	12.50%	\$ 496.89	5.00%
7. Other Direct Expense	\$ 1,158.64	8.00%	\$ 334.90	3.37%
8. Maintenance	\$ 199.87	1.38%	\$ 31.80	0.32%
9. Return	\$ 943.18	6.51%	\$ 754.38	7.59%
10. Federal and State Tax	\$ 507.86	3.51%	\$ 406.20	4.09%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 4,619.92	31.90%	\$ 2,024.17	20.37%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.02	\$ 45.22	\$ 91.53
14. Total Labor (Line 12 + Line 13)			\$ 91.53

D. Pricing

15. Proposed Nonrecurring Charge \$ 1,000.00

16. Monthly Direct Cost PRICE FLOOR \$ 553.67

17. PROPOSED MONTHLY RATE:		<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
Month-to-Month	\$ 5,148.00	0.2721	0.1076
3 Year	\$ 4,026.00	0.2721	0.1375
5 Year	\$ 3,432.00	0.2721	0.1613

Company: Sprint Local Telephone Companies - Nevada

**Rate Element: ATM OC12 Access Termination - Over 3 Miles
Without Telephone Company Provided Terminal Equipment**

A. Investment

	<u>Circuit</u>	<u>Outside Plant</u>
1. Circuit Equipment Investment	\$ 14,483.00	\$ -
2. Outside Plant Investment	\$ -	\$ 24,844.25
3. Total Investment Cost (Line 1 + Line 2)	\$ 14,483.00	\$ 24,844.25
4. Net Salvage Value - Material	\$ -	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 14,483.00	\$ 24,844.25

B. Annual Cost

		<u>% Total Investment</u>		<u>% Total Investment</u>
6. Depreciation	\$ 1,810.38	12.50%	\$ 1,242.21	5.00%
7. Other Direct Expense	\$ 1,158.64	8.00%	\$ 837.25	3.37%
8. Maintenance	\$ 199.87	1.38%	\$ 79.50	0.32%
9. Return	\$ 943.18	6.51%	\$ 1,885.94	7.59%
10. Federal and State Tax	\$ 507.86	3.51%	\$ 1,015.51	4.09%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 4,619.92	31.90%	\$ 5,060.42	20.37%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.02	\$ 45.22	\$ 91.53
14. Total Labor (Line 12 + Line 13)			\$ 91.53

D. Pricing

15. Proposed Nonrecurring Charge \$ 1,000.00

16. Monthly Direct Cost PRICE FLOOR \$ 806.70

17. PROPOSED MONTHLY RATE:

		<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
Month-to-Month	\$ 6,204.00	0.2461	0.1300
3 Year	\$ 5,500.00	0.2461	0.1467
5 Year	\$ 5,236.00	0.2461	0.1541

Company: Sprint Local Telephone Companies - Nevada

Rate Element: ATM OC12 Interoffice Mileage Termination (Fixed)

A. Investment

1. Circuit Equipment Investment	\$	52,792.00
2. Outside Plant Investment	\$	-
3. Total Investment Cost (Line 1 + Line 2)	\$	52,792.00
4. Net Salvage Value - Material	\$	-
5. Net Installed Cost (Line 3 - Line 4)	\$	52,792.00

B. Annual Cost

		% Total Investment
6. Depreciation	\$ 6,599.00	12.50%
7. Other Direct Expense	\$ 4,223.36	8.00%
8. Maintenance	\$ 728.53	1.38%
9. Return	\$ 3,437.97	6.51%
10. Federal and State Tax	\$ 1,851.22	3.51%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 16,840.08	31.90%

C. Customer Installation Cost

	Hours	Labor Rate	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	0.00	\$ -	\$ -
14. Total Labor (Line 12 + Line 13)			\$ -

D. Pricing

15.	Proposed Nonrecurring Charge	\$	-
16.	Monthly Direct Cost	PRICE FLOOR	\$ 1,403.34
17.	PROPOSED MONTHLY RATE:		
		Direct Cost/ Unit Invest	Direct Cost/ Rate
	Month-to-Month	\$ 3,650.00	0.3190
	3 Year	\$ 3,400.00	0.3190
	5 Year	\$ 3,200.00	0.3190

Company: Sprint Local Telephone Companies - Nevada

Rate Element: ATM OC12 Interoffice Mileage Facility (per Mile)

A. Investment

1. Circuit Equipment Investment	\$	-
2. Outside Plant Investment	\$	12,268.61
3. Total Investment Cost (Line 1 + Line 2)	\$	12,268.61
4. Net Salvage Value - Material	\$	-
5. Net Installed Cost (Line 3 - Line 4)	\$	12,268.61

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$ 613.43	5.00%
7. Other Direct Expense	\$ 413.45	3.37%
8. Maintenance	\$ 39.26	0.32%
9. Return	\$ 931.32	7.59%
10. Federal and State Tax	\$ 501.48	4.09%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 2,498.94	20.37%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	0.00	\$ -	\$ -
14. Total Labor (Line 12 + Line 13)			\$ -

D. Pricing

15.	Proposed Nonrecurring Charge	\$	-
16.	Monthly Direct Cost	PRICE FLOOR	\$ 208.25
17.	PROPOSED MONTHLY RATE:		
		<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
	Month-to-Month	\$ 280.00	0.2037
	3 Year	\$ 231.00	0.2037
	5 Year	\$ 210.00	0.2037

Company: Sprint Local Telephone Companies - Nevada

Rate Element: ATM OC12 User-to-Network Interface (UNI) Port Connection

A. Investment

1. Circuit Equipment Investment	\$ 37,858.47
2. Outside Plant Investment	\$ -
3. Total Investment Cost (Line 1 + Line 2)	\$ 37,858.47
4. Net Salvage Value - Material	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 37,858.47

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$ 7,571.69	20.00%
7. Other Direct Expense	\$ 3,698.77	9.77%
8. Maintenance	\$ 1,306.12	3.45%
9. Return	\$ 2,362.66	6.24%
10. Federal and State Tax	\$ 1,272.20	3.36%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 16,211.45	42.82%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00		\$ -
13. Installation Labor	0.65	\$ 45.22	\$ 29.32
14. Total Labor (Line 12 + Line 13)			\$ 29.32

D. Pricing

15.	Proposed Nonrecurring Charge		\$	800.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	1,350.95
17.	PROPOSED MONTHLY RATE:			
		Direct Cost/ Unit Invest	Direct Cost/ Rate	
	Month-to-Month	\$ 3,400.00	0.4282	0.3973
	3 Year	\$ 3,100.00	0.4282	0.4358
	5 Year	\$ 2,800.00	0.4282	0.4825

Company: Sprint Local Telephone Companies - Nevada

Rate Element: ATM OC12 Network-to-Network Interface (NNI) Port Connection

A. Investment

1. Circuit Equipment Investment	\$ 37,858.47
2. Outside Plant Investment	\$ -
3. Total Investment Cost (Line 1 + Line 2)	\$ 37,858.47
4. Net Salvage Value - Material	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 37,858.47

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$ 7,571.69	20.00%
7. Other Direct Expense	\$ 3,698.77	9.77%
8. Maintenance	\$ 1,306.12	3.45%
9. Return	\$ 2,362.66	6.24%
10. Federal and State Tax	\$ 1,272.20	3.36%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 16,211.45	42.82%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00		\$ -
13. Installation Labor	0.65	\$ 45.22	\$ 29.32
14. Total Labor (Line 12 + Line 13)			\$ 29.32

D. Pricing

15.	Proposed Nonrecurring Charge		\$	800.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	1,350.95
17.	PROPOSED MONTHLY RATE:			
		Direct Cost/ Unit Invest	Direct Cost/ Rate	
	Month-to-Month	\$ 3,700.00	0.4282	0.3651
	3 Year	\$ 3,350.00	0.4282	0.4033
	5 Year	\$ 3,100.00	0.4282	0.4358

Company: Sprint Local Telephone Companies - Nevada

Rate Element: ATM OC12 Permanent Virtual Connection (PVC) - Direct Cost Per Kilobit

A. Investment

1. Circuit Equipment Investment	\$	-
2. Outside Plant Investment	\$	0.07
3. Total Investment Cost (Line 1 + Line 2)	\$	0.07
4. Net Salvage Value - Material	\$	-
5. Net Installed Cost (Line 3 - Line 4)	\$	0.07

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$ 0.0083	12.50%
7. Other Direct Expense	\$ 0.0053	8.00%
8. Maintenance	\$ 0.0009	1.38%
9. Return	\$ 0.0043	6.51%
10. Federal and State Tax	\$ 0.0023	3.51%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 0.0211	31.90%
12. Monthly Direct Cost (Line 11/12)	\$ 0.00176	

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
13. Engineering Labor	0.00		\$ -
14. Installation Labor	0.25	\$ 45.22	\$ 7.98
15. Total Labor (Line 13 + Line 14)			\$ 7.98

Company: Sprint Local Telephone Companies - Nevada

Rate Element: ATM OC12 Permanent Virtual Connection (PVC)

D. Pricing

Intraexchange Constant Bit Rate

<u>PVC Speed</u>	<u># of kilobits</u>	<u>Monthly Direct Cost*</u>	<u>Proposed Monthly Rate</u>	<u>Proposed Nonrecurring Charge</u>	<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
622.08 kbps	622,080	\$ 1,092.31	\$ 5,456.00	\$ 50.00	0.0266	0.2002

Intraexchange Variable Bit Rate

<u>PVC Speed</u>	<u># of kilobits</u>	<u>Monthly Direct Cost*</u>	<u>Proposed Monthly Rate</u>	<u>Proposed Nonrecurring Charge</u>	<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
622.08 kbps	622,080	\$ 1,092.31	\$ 4,365.00	\$ 50.00	0.0266	0.2502

Intraexchange Unspecified Bit Rate

<u>PVC Speed</u>	<u># of kilobits</u>	<u>Monthly Direct Cost*</u>	<u>Proposed Monthly Rate</u>	<u>Proposed Nonrecurring Charge</u>	<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
622.08 kbps	622,080	\$ 1,092.31	\$ 3,819.00	\$ 50.00	0.0266	0.2860

* Monthly Direct Cost per Kilobit (Page 11, Line 12) times # of Kilobits.

Company: Sprint Local Telephone Companies - North Carolina

**Rate Element: ATM OC12 Access Termination - Within CO
With Telephone Company Provided Terminal Equipment**

A. Investment

1. Circuit Equipment Investment	\$ 46,242.05
2. Outside Plant Investment	
3. Total Investment Cost (Line 1 + Line 2)	\$ 46,242.05
4. Net Salvage Value - Material	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 46,242.05

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$ 5,780.26	12.50%
7. Other Direct Expense	\$ 3,833.47	8.29%
8. Maintenance	\$ 1,285.53	2.78%
9. Return	\$ 3,011.42	6.51%
10. Federal and State Tax	\$ 2,149.87	4.65%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 16,060.54	34.73%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.16	\$ 42.34	\$ 91.26
14. Total Labor (Line 12 + Line 13)			\$ 91.26

D. Pricing

15.	Proposed Nonrecurring Charge		\$	1,000.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	1,338.38
17.	PROPOSED MONTHLY RATE:			
		Direct Cost/ Unit Invest	Direct Cost/ Rate	
	Month-to-Month	\$ 6,457.00	0.3473	0.2073
	3 Year	\$ 5,654.00	0.3473	0.2367
	5 Year	\$ 4,840.00	0.3473	0.2765

Company: Sprint Local Telephone Companies - North Carolina

**Rate Element: ATM OC12 Access Termination - 0 - 3 Miles
With Telephone Company Provided Terminal Equipment**

A. Investment

	<u>Circuit</u>	<u>Outside Plant</u>
1. Circuit Equipment Investment	\$ 46,242.05	\$ -
2. Outside Plant Investment	\$ -	\$ 15,298.52
3. Total Investment Cost (Line 1 + Line 2)	\$ 46,242.05	\$ 15,298.52
4. Net Salvage Value - Material	\$ -	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 46,242.05	\$ 15,298.52

B. Annual Cost

		<u>% Total Investment</u>		<u>% Total Investment</u>
6. Depreciation	\$ 5,780.26	12.50%	\$ 764.93	5.00%
7. Other Direct Expense	\$ 3,833.47	8.29%	\$ 634.89	4.15%
8. Maintenance	\$ 1,285.53	2.78%	\$ 128.51	0.84%
9. Return	\$ 3,011.42	6.51%	\$ 1,161.32	7.59%
10. Federal and State Tax	\$ 2,149.87	4.65%	\$ 625.33	4.09%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 16,060.54	34.73%	\$ 3,314.97	21.67%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.16	\$ 42.34	\$ 91.26
14. Total Labor (Line 12 + Line 13)			\$ 91.26

D. Pricing

15.	Proposed Nonrecurring Charge		\$	1,000.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	1,614.63
17.	PROPOSED MONTHLY RATE:			
		Direct Cost/ Unit Invest	Direct Cost/ Rate	
	Month-to-Month	\$ 8,580.00	0.3148	0.1882
	3 Year	\$ 6,743.00	0.3148	0.2395
	5 Year	\$ 5,786.00	0.3148	0.2791

Company: Sprint Local Telephone Companies - North Carolina

**Rate Element: ATM OC12 Access Termination - Over 3 Miles
With Telephone Company Provided Terminal Equipment**

A. Investment

	<u>Circuit</u>	<u>Outside Plant</u>
1. Circuit Equipment Investment	\$ 46,242.05	\$ -
2. Outside Plant Investment	\$ -	\$ 38,246.30
3. Total Investment Cost (Line 1 + Line 2)	\$ 46,242.05	\$ 38,246.30
4. Net Salvage Value - Material	\$ -	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 46,242.05	\$ 38,246.30

B. Annual Cost

		<u>% Total Investment</u>		<u>% Total Investment</u>
6. Depreciation	\$ 5,780.26	12.50%	\$ 1,912.32	5.00%
7. Other Direct Expense	\$ 3,833.47	8.29%	\$ 1,587.22	4.15%
8. Maintenance	\$ 1,285.53	2.78%	\$ 321.27	0.84%
9. Return	\$ 3,011.42	6.51%	\$ 2,903.30	7.59%
10. Federal and State Tax	\$ 2,149.87	4.65%	\$ 1,563.32	4.09%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 16,060.54	34.73%	\$ 8,287.43	21.67%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.16	\$ 42.34	\$ 91.26
14. Total Labor (Line 12 + Line 13)			\$ 91.26

D. Pricing

15.	Proposed Nonrecurring Charge		\$	1,000.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	2,029.00
17.	PROPOSED MONTHLY RATE:			
		Direct Cost/ Unit Invest	Direct Cost/ Rate	
	Month-to-Month	\$ 9,405.00	0.2882	0.2157
	3 Year	\$ 8,228.00	0.2882	0.2466
	5 Year	\$ 7,051.00	0.2882	0.2878

Company: Sprint Local Telephone Companies - North Carolina

**Rate Element: ATM OC12 Access Termination - Within CO
Without Telephone Company Provided Terminal Equipment**

A. Investment

1. Circuit Equipment Investment	\$ 15,390.18
2. Outside Plant Investment	\$ -
3. Total Investment Cost (Line 1 + Line 2)	\$ 15,390.18
4. Net Salvage Value - Material	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 15,390.18

B. Annual Cost

		% Total Investment
6. Depreciation	\$ 1,923.77	12.50%
7. Other Direct Expense	\$ 1,275.85	8.29%
8. Maintenance	\$ 427.85	2.78%
9. Return	\$ 1,002.25	6.51%
10. Federal and State Tax	\$ 715.52	4.65%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 5,345.24	34.73%

C. Customer Installation Cost

	Hours	Labor Rate	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.16	\$ 42.34	\$ 91.26
14. Total Labor (Line 12 + Line 13)			\$ 91.26

D. Pricing

15.	Proposed Nonrecurring Charge	\$ 1,000.00
16.	Monthly Direct Cost	PRICE FLOOR \$ 445.44
17.	PROPOSED MONTHLY RATE:	
		Direct Cost/ Unit Invest
Month-to-Month	\$ 3,300.00	0.3473
3 Year	\$ 2,420.00	0.3473
5 Year	\$ 1,320.00	0.3473
		Direct Cost/ Rate
Month-to-Month		0.1350
3 Year		0.1841
5 Year		0.3375

Company: Sprint Local Telephone Companies - North Carolina

**Rate Element: ATM OC12 Access Termination - 0 - 3 Miles
Without Telephone Company Provided Terminal Equipment**

A. Investment

	<u>Circuit</u>	<u>Outside Plant</u>
1. Circuit Equipment Investment	\$ 15,390.18	\$ -
2. Outside Plant Investment	\$ -	\$ 15,298.52
3. Total Investment Cost (Line 1 + Line 2)	\$ 15,390.18	\$ 15,298.52
4. Net Salvage Value - Material	\$ -	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 15,390.18	\$ 15,298.52

B. Annual Cost

		<u>% Total Investment</u>		<u>% Total Investment</u>
6. Depreciation	\$ 1,923.77	12.50%	\$ 764.93	5.00%
7. Other Direct Expense	\$ 1,275.85	8.29%	\$ 634.89	4.15%
8. Maintenance	\$ 427.85	2.78%	\$ 128.51	0.84%
9. Return	\$ 1,002.25	6.51%	\$ 1,161.32	7.59%
10. Federal and State Tax	\$ 715.52	4.65%	\$ 625.33	4.09%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 5,345.24	34.73%	\$ 3,314.97	21.67%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.16	\$ 42.34	\$ 91.26
14. Total Labor (Line 12 + Line 13)			\$ 91.26

D. Pricing

15. Proposed Nonrecurring Charge \$ 1,000.00

16. Monthly Direct Cost PRICE FLOOR \$ 721.68

17. PROPOSED MONTHLY RATE:			
		<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
Month-to-Month	\$ 5,500.00	0.2822	0.1312
3 Year	\$ 4,620.00	0.2822	0.1562
5 Year	\$ 3,784.00	0.2822	0.1907

Company: Sprint Local Telephone Companies - North Carolina

**Rate Element: ATM OC12 Access Termination - Over 3 Miles
Without Telephone Company Provided Terminal Equipment**

A. Investment

	<u>Circuit</u>	<u>Outside Plant</u>
1. Circuit Equipment Investment	\$ 15,390.18	\$ -
2. Outside Plant Investment	\$ -	\$ 38,246.30
3. Total Investment Cost (Line 1 + Line 2)	\$ 15,390.18	\$ 38,246.30
4. Net Salvage Value - Material	\$ -	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 15,390.18	\$ 38,246.30

B. Annual Cost

		<u>% Total Investment</u>		<u>% Total Investment</u>
6. Depreciation	\$ 1,923.77	12.50%	\$ 1,912.32	5.00%
7. Other Direct Expense	\$ 1,275.85	8.29%	\$ 1,587.22	4.15%
8. Maintenance	\$ 427.85	2.78%	\$ 321.27	0.84%
9. Return	\$ 1,002.25	6.51%	\$ 2,903.30	7.59%
10. Federal and State Tax	\$ 715.52	4.65%	\$ 1,563.32	4.09%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 5,345.24	34.73%	\$ 8,287.43	21.67%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	2.16	\$ 42.34	\$ 91.26
14. Total Labor (Line 12 + Line 13)			\$ 91.26

D. Pricing

15.	Proposed Nonrecurring Charge		\$	1,000.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	1,136.06
17.	PROPOSED MONTHLY RATE:			
		Direct Cost/ Unit Invest	Direct Cost/ Rate	
	Month-to-Month	\$ 7,700.00	0.2542	0.1475
	3 Year	\$ 6,820.00	0.2542	0.1666
	5 Year	\$ 5,720.00	0.2542	0.1986

Company: Sprint Local Telephone Companies - North Carolina

Rate Element: ATM OC12 Interoffice Mileage Termination (Fixed)

A. Investment

1. Circuit Equipment Investment	\$ 51,930.72
2. Outside Plant Investment	
3. Total Investment Cost (Line 1 + Line 2)	\$ 51,930.72
4. Net Salvage Value - Material	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 51,930.72

B. Annual Cost

		% Total Investment
6. Depreciation	\$ 6,491.34	12.50%
7. Other Direct Expense	\$ 4,305.06	8.29%
8. Maintenance	\$ 1,443.67	2.78%
9. Return	\$ 3,381.88	6.51%
10. Federal and State Tax	\$ 2,414.35	4.65%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 18,036.30	34.73%

C. Customer Installation Cost

	Hours	Labor Rate	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	0.00	\$ -	\$ -
14. Total Labor (Line 12 + Line 13)			\$ -

D. Pricing

15.	Proposed Nonrecurring Charge	\$	-
16.	Monthly Direct Cost	PRICE FLOOR	\$ 1,503.03
17.	PROPOSED MONTHLY RATE:		
		Direct Cost/ Unit Invest	Direct Cost/ Rate
	Month-to-Month	\$ 5,760.00	0.3473
	3 Year	\$ 4,044.00	0.2609
	5 Year	\$ 3,626.00	0.3717
			0.4145

Company: Sprint Local Telephone Companies - North Carolina

Rate Element: ATM OC12 Interoffice Mileage Facility (per Mile)

A. Investment

1. Circuit Equipment Investment	\$	-
2. Outside Plant Investment	\$	8,457.28
3. Total Investment Cost (Line 1 + Line 2)	\$	8,457.28
4. Net Salvage Value - Material	\$	-
5. Net Installed Cost (Line 3 - Line 4)	\$	8,457.28

B. Annual Cost

		% Total Investment
6. Depreciation	\$ 422.86	5.00%
7. Other Direct Expense	\$ 350.98	4.15%
8. Maintenance	\$ 71.04	0.84%
9. Return	\$ 642.00	7.59%
10. Federal and State Tax	\$ 458.33	5.42%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 1,945.21	23.00%

C. Customer Installation Cost

	Hours	Labor Rate	
12. Engineering Labor	0.00	\$ -	\$ -
13. Installation Labor	0.00	\$ -	\$ -
14. Total Labor (Line 12 + Line 13)			\$ -

D. Pricing

15. Proposed Nonrecurring Charge	\$	-
16. Monthly Direct Cost	PRICE FLOOR	\$ 162.10
17. PROPOSED MONTHLY RATE:		
	Direct Cost/ Unit Invest	Direct Cost/ Rate
Month-to-Month	\$ 340.00	0.2300
3 Year	\$ 270.00	0.2300
5 Year	\$ 240.00	0.2300

Company: Sprint Local Telephone Companies - North Carolina

Rate Element: ATM OC12 User-to-Network Interface (UNI) Port Connection

A. Investment

1. Circuit Equipment Investment	\$ 58,017.75
2. Outside Plant Investment	\$ -
3. Total Investment Cost (Line 1 + Line 2)	\$ 58,017.75
4. Net Salvage Value - Material	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 58,017.75

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$ 11,603.55	20.00%
7. Other Direct Expense	\$ 4,809.67	8.29%
8. Maintenance	\$ 1,612.89	2.78%
9. Return	\$ 3,620.75	6.24%
10. Federal and State Tax	\$ 2,584.88	4.46%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 24,231.75	41.77%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00		\$ -
13. Installation Labor	0.65	\$ 42.34	\$ 27.66
14. Total Labor (Line 12 + Line 13)			\$ 27.66

D. Pricing

15.	Proposed Nonrecurring Charge		\$	800.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	2,019.31
17.	PROPOSED MONTHLY RATE:			
		Direct Cost/ Unit Invest	Direct Cost/ Rate	
	Month-to-Month	\$ 8,100.00	0.4177	0.2493
	3 Year	\$ 7,290.00	0.4177	0.2770
	5 Year	\$ 5,670.00	0.4177	0.3561

Company: Sprint Local Telephone Companies - North Carolina

Rate Element: ATM OC12 Network-to-Network Interface (NNI) Port Connection

A. Investment

1. Circuit Equipment Investment	\$ 58,017.75
2. Outside Plant Investment	\$ -
3. Total Investment Cost (Line 1 + Line 2)	\$ 58,017.75
4. Net Salvage Value - Material	\$ -
5. Net Installed Cost (Line 3 - Line 4)	\$ 58,017.75

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$ 11,603.55	20.00%
7. Other Direct Expense	\$ 4,809.67	8.29%
8. Maintenance	\$ 1,612.89	2.78%
9. Return	\$ 3,620.75	6.24%
10. Federal and State Tax	\$ 2,584.88	4.46%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 24,231.75	41.77%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00		\$ -
13. Installation Labor	0.65	\$ 42.34	\$ 27.66
14. Total Labor (Line 12 + Line 13)			\$ 27.66

D. Pricing

15.	Proposed Nonrecurring Charge		\$	800.00
16.	Monthly Direct Cost	PRICE FLOOR	\$	2,019.31
17.	PROPOSED MONTHLY RATE:			
			Direct Cost/ Unit Invest	Direct Cost/ Rate
	Month-to-Month	\$ 9,900.00	0.4177	0.2040
	3 Year	\$ 8,910.00	0.4177	0.2266
	5 Year	\$ 6,930.00	0.4177	0.2914

Company: Sprint Local Telephone Companies - North Carolina

Rate Element: ATM OC12 Permanent Virtual Connection (PVC) - Direct Cost Per Kilobit

A. Investment

1. Circuit Equipment Investment	\$	-
2. Outside Plant Investment	\$	0.07
3. Total Investment Cost (Line 1 + Line 2)	\$	0.07
4. Net Salvage Value - Material	\$	-
5. Net Installed Cost (Line 3 - Line 4)	\$	0.07

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$ 0.0083	12.50%
7. Other Direct Expense	\$ 0.0055	8.29%
8. Maintenance	\$ 0.0018	2.78%
9. Return	\$ 0.0043	6.51%
10. Federal and State Tax	\$ 0.0031	4.65%
11. Total Annual Cost (Line 6 thru Line 10)	\$ 0.0229	34.73%
12. Monthly Direct Cost (Line 11/12)	\$ 0.00191	

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
13. Engineering Labor	0.00		\$ -
14. Installation Labor	0.25	\$ 42.34	\$ 7.50
15. Total Labor (Line 13 + Line 14)			\$ 7.50

Company: Sprint Local Telephone Companies - North Carolina

Rate Element: ATM OC12 Permanent Virtual Connection (PVC)

D. Pricing

Interexchange Constant Bit Rate

<u>PVC Speed</u>	<u># of kilobits</u>	<u>Monthly Direct Cost*</u>	<u>Proposed Monthly Rate</u>	<u>Proposed Nonrecurring Charge</u>	<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
622.08 kbps	622080	\$ 1,189.31	\$ 14,384.00	\$ 50.00	0.0289	0.0827

Interexchange Variable Bit Rate

<u>PVC Speed</u>	<u># of kilobits</u>	<u>Monthly Direct Cost*</u>	<u>Proposed Monthly Rate</u>	<u>Proposed Nonrecurring Charge</u>	<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
622.08 kbps	622080	\$ 1,189.31	\$ 11,780.00	\$ 50.00	0.0289	0.1010

Interexchange Unspecified Bit Rate

<u>PVC Speed</u>	<u># of kilobits</u>	<u>Monthly Direct Cost*</u>	<u>Proposed Monthly Rate</u>	<u>Proposed Nonrecurring Charge</u>	<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
622.08 kbps	622080	\$ 1,189.31	\$ 6,930.00	\$ 50.00	0.0289	0.1716

* Monthly Direct Cost per Kilobit (Page 11, Line 12) times # of Kilobits.

Company: Sprint Local Telephone Companies - North Carolina

Rate Element: ATM OC12 Permanent Virtual Connection (PVC)

D. Pricing

Intraexchange Constant Bit Rate

<u>PVC Speed</u>	<u># of kilobits</u>	<u>Monthly Direct Cost*</u>	<u>Proposed Monthly Rate</u>	<u>Proposed Nonrecurring Charge</u>	<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
622.08 kbps	622,080	\$ 1,189.31	\$ 8,866.00	\$ 50.00	0.0289	0.1341

Intraexchange Variable Bit Rate

<u>PVC Speed</u>	<u># of kilobits</u>	<u>Monthly Direct Cost*</u>	<u>Proposed Monthly Rate</u>	<u>Proposed Nonrecurring Charge</u>	<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
622.08 kbps	622,080	\$ 1,189.31	\$ 6,820.00	\$ 50.00	0.0289	0.1744

Intraexchange Unspecified Bit Rate

<u>PVC Speed</u>	<u># of kilobits</u>	<u>Monthly Direct Cost*</u>	<u>Proposed Monthly Rate</u>	<u>Proposed Nonrecurring Charge</u>	<u>Direct Cost/ Unit Invest</u>	<u>Direct Cost/ Rate</u>
622.08 kbps	622,080	\$ 1,189.31	\$ 5,698.00	\$ 50.00	0.0289	0.2087

* Monthly Direct Cost per Kilobit (Page 11, Line 12) times # of Kilobits.

Interstate Access Rate Development

Forecasted Demand

Company: Sprint Local Telephone Companies - Nevada**Rate Element: ATM OC12 Service**

	<u>Year 1</u>	<u>Year 2</u>
<u>ATM Access Termination</u>		
<u>OC12 - Within CO - With Terminal Equipment</u>		
Month-to-Month	0	0
3 Year	0	0
5 Year	1	1
<u>OC12 - 0-3 Miles - With Terminal Equipment</u>		
Month-to-Month	0	0
3 Year	0	0
5 Year	0	0
<u>OC12 - Over 3 Miles - With Terminal Equipment</u>		
Month-to-Month	0	0
3 Year	0	0
5 Year	0	0
<u>OC12 - Within CO - Without Terminal Equipment</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0
<u>OC12 - 0-3 Miles - Without Terminal Equipment</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0
<u>OC12 - Over 3 Miles - Without Terminal Equipment</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0

Interstate Access Rate Development

Forecasted Demand

Company: Sprint Local Telephone Companies - Nevada (Cont'd)

Rate Element: ATM OC12 Service

	<u>Year 1</u>	<u>Year 2</u>
<u>ATM Interoffice Mileage</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0
<u>User to Network Port Connection</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0
<u>Network to Network Port Connection</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	1	1
<u>Permanent Virtual Circuit (PVC) - Interexchange</u>		
<u>CBR</u>		
622.08 Mbps	0	0
<u>VBR - nrt</u>		
22.08 Mbps	0	0
<u>UBR</u>		
622.08 Mbps	0	0
<u>Permanent Virtual Circuit (PVC) - Intraexchange</u>		
<u>CBR</u>		
622.08 Mbps	0	0
<u>VBR - nrt</u>		
622.08 Mbps	0	0
<u>UBR</u>		
622.08 Mbps	1	1

Interstate Access Rate Development

Forecasted Demand

Company: Sprint Local Telephone Companies - North Carolina

Rate Element: ATM OC12 Service

	<u>Year 1</u>	<u>Year 2</u>
<u>ATM Access Termination</u>		
<u>OC12 - Within CO - With Terminal Equipment</u>		
Month-to-Month	0	0
3 Year	0	0
5 Year	1	1
<u>OC12 - 0-3 Miles - With Terminal Equipment</u>		
Month-to-Month	0	0
3 Year	0	0
5 Year	0	0
<u>OC12 - Over 3 Miles - With Terminal Equipment</u>		
Month-to-Month	0	0
3 Year	0	0
5 Year	0	0
<u>OC12 - Within CO - Without Terminal Equipment</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0
<u>OC12 - 0-3 Miles - Without Terminal Equipment</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0
<u>OC12 - Over 3 Miles - Without Terminal Equipment</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0

Interstate Access Rate Development

Forecasted Demand

Company: Sprint Local Telephone Companies - North Carolina (Cont'd)

Rate Element: ATM OC12 Service

	<u>Year 1</u>	<u>Year 2</u>
<u>ATM Interoffice Mileage</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0
<u>User to Network Port Connection</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	0	0
<u>Network to Network Port Connection</u>		
Month-to Month	0	0
3 Year	0	0
5 Year	1	1
<u>Permanent Virtual Circuit (PVC) - Interexchange</u>		
<u>CBR</u>		
622.08 Mbps	0	0
<u>VBR - nrt</u>		
622.08 Mbps	0	0
<u>UBR</u>		
622.08 Mbps	0	0
<u>Permanent Virtual Circuit (PVC) - Intraexchange</u>		
<u>CBR</u>		
622.08 Mbps	0	0
<u>VBR - nrt</u>		
622.08 Mbps	0	0
<u>UBR</u>		
622.08 Mbps	1	1

Interstate Access Rate Development

Company: *Sprint Local Telephone Companies - Missouri*

Rate Element: *Special Construction - Copper Cable*
MCI

A. Investment (Equipment & Labor)

1. Circuit Equipment Investment		
2. Outside Plant Investment	\$6,021	
3. Total Investment Cost (Line 1 + Line 2)		\$6,021
4. Net Salvage Value - Material		<u>\$0</u>
5. Net Installed Cost (Line 3 - Line 4)		\$6,021

B. Annual Cost

		<u>% Total</u> <u>Investment</u>
6. Depreciation	\$6,021	100.00%
7. Other Direct Expense	\$0	0.00%
8. Maintenance	\$0	0.00%
9. Return	\$373	6.20%
10. Federal and State Tax	\$239	3.97%
11. Total Annual Cost (Line 6 thru Line 10)	\$6,633	110.17%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$0.00	\$0
13. Installation Labor	0.00	\$0.00	\$0
14. Total Labor (Line 12 + Line 13)			\$0

D. Pricing

15. Proposed Nonrecurring Charge	\$ 7,496.00
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Interstate Access Rate Development

Company: Sprint Local Telephone Companies - Missouri

**Rate Element: Special Construction - Taxes and Maintenance
MCI**

A. Investment (Equipment & Labor)

1. Circuit Equipment Investment		
2. Outside Plant Investment	\$13,610	
3. Total Investment Cost (Line 1 + Line 2)		\$13,610
4. Net Salvage Value - Material		<u>\$0</u>
5. Net Installed Cost (Line 3 - Line 4)		\$13,610

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$0	0.00%
7. Other Direct Expense	\$377	2.77%
8. Maintenance	\$456	3.35%
9. Return	\$0	0.00%
10. Federal and State Tax	\$0	0.00%
11. Total Annual Cost (Line 6 thru Line 10)	\$833	6.12%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$0.00	\$0
13. Installation Labor	0.00	\$0.00	\$0
14. Total Labor (Line 12 + Line 13)			\$0

D. Pricing

15. Proposed Nonrecurring Charge	\$ 942.00
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Interstate Access Rate Development

Company: *Sprint Local Telephone Companies - Nevada*Rate Element: *Special Construction - Copper Cable*
*Qwest***A. Investment (Equipment & Labor)**

1. Circuit Equipment Investment		
2. Outside Plant Investment	\$7,207	
3. Total Investment Cost (Line 1 + Line 2)		\$7,207
4. Net Salvage Value - Material		<u>\$0</u>
5. Net Installed Cost (Line 3 - Line 4)		\$7,207

B. Annual Cost

		% Total Investment
6. Depreciation	\$7,207	100.00%
7. Other Direct Expense	\$0	0.00%
8. Maintenance	\$0	0.00%
9. Return	\$447	6.20%
10. Federal and State Tax	\$241	3.34%
11. Total Annual Cost (Line 6 thru Line 10)	\$7,895	109.54%

C. Customer Installation Cost

	Hours	Labor Rate	
12. Engineering Labor	0.00	\$0.00	\$0
13. Installation Labor	0.00	\$0.00	\$0
14. Total Labor (Line 12 + Line 13)			\$0

D. Pricing

15. Proposed Nonrecurring Charge	\$ 8,527.00
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Interstate Access Rate Development

Company: *Sprint Local Telephone Companies - Nevada*

Rate Element: *Special Construction - Taxes and Maintenance*
Qwest

A. Investment (Equipment & Labor)

1. Circuit Equipment Investment		
2. Outside Plant Investment	\$16,380	
3. Total Investment Cost (Line 1 + Line 2)		\$16,380
4. Net Salvage Value - Material		<u>\$0</u>
5. Net Installed Cost (Line 3 - Line 4)		\$16,380

B. Annual Cost

		<u>% Total</u> <u>Investment</u>
6. Depreciation	\$0	0.00%
7. Other Direct Expense	\$616	3.76%
8. Maintenance	\$151	0.92%
9. Return	\$0	0.00%
10. Federal and State Tax	\$0	0.00%
11. Total Annual Cost (Line 6 thru Line 10)	\$767	4.68%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$0.00	\$0
13. Installation Labor	0.00	\$0.00	\$0
14. Total Labor (Line 12 + Line 13)			\$0

D. Pricing

15. Proposed Nonrecurring Charge	\$ 828.00
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Interstate Access Rate Development

Company: *Sprint Local Telephone Companies - Ohio*

Rate Element: *Special Construction - Fiber Optic Cable*
Qwest

A. Investment (Equipment & Labor)

1. Circuit Equipment Investment		
2. Outside Plant Investment	\$17,846	
3. Total Investment Cost (Line 1 + Line 2)		\$17,846
4. Net Salvage Value - Material		<u>\$0</u>
5. Net Installed Cost (Line 3 - Line 4)		\$17,846

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$17,846	100.00%
7. Other Direct Expense	\$0	0.00%
8. Maintenance	\$0	0.00%
9. Return	\$1,106	6.20%
10. Federal and State Tax	\$596	3.34%
11. Total Annual Cost (Line 6 thru Line 10)	\$19,548	109.54%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$0.00	\$0
13. Installation Labor	0.00	\$0.00	\$0
14. Total Labor (Line 12 + Line 13)			\$0

D. Pricing

15. Proposed Nonrecurring Charge	\$ 22,089.00
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Interstate Access Rate Development

Company: *Sprint Local Telephone Companies - Ohio*

Rate Element: *Special Construction - Taxes and Maintenance*
Qwest

A. Investment (Equipment & Labor)

1. Circuit Equipment Investment		
2. Outside Plant Investment	\$45,680	
3. Total Investment Cost (Line 1 + Line 2)		\$45,680
4. Net Salvage Value - Material		<u>\$0</u>
5. Net Installed Cost (Line 3 - Line 4)		\$45,680

B. Annual Cost

		<u>% Total</u> <u>Investment</u>
6. Depreciation	\$0	0.00%
7. Other Direct Expense	\$2,065	4.52%
8. Maintenance	\$283	0.62%
9. Return	\$0	0.00%
10. Federal and State Tax	\$0	0.00%
11. Total Annual Cost (Line 6 thru Line 10)	\$2,348	5.14%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$0.00	\$0
13. Installation Labor	0.00	\$0.00	\$0
14. Total Labor (Line 12 + Line 13)			\$0

D. Pricing

15. Proposed Nonrecurring Charge	\$ 2,654.00
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Interstate Access Rate Development

Company: *Sprint Local Telephone Companies - Oregon*

Rate Element: *Special Construction - Copper Cable
Nextel*

A. Investment (Equipment & Labor)

1. Circuit Equipment Investment		
2. Outside Plant Investment	\$8,526	
3. Total Investment Cost (Line 1 + Line 2)		\$8,526
4. Net Salvage Value - Material		<u>\$0</u>
5. Net Installed Cost (Line 3 - Line 4)		\$8,526

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$8,526	100.00%
7. Other Direct Expense	\$0	0.00%
8. Maintenance	\$0	0.00%
9. Return	\$528	6.20%
10. Federal and State Tax	\$342	4.01%
11. Total Annual Cost (Line 6 thru Line 10)	\$9,397	110.21%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$0.00	\$0
13. Installation Labor	0.00	\$0.00	\$0
14. Total Labor (Line 12 + Line 13)			\$0

D. Pricing

15. Proposed Nonrecurring Charge	\$ 10,619.00
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Interstate Access Rate Development

Company: *Sprint Local Telephone Companies - Oregon*

Rate Element: *Special Construction - Taxes and Maintenance
Nextel*

A. Investment (Equipment & Labor)

1. Circuit Equipment Investment		
2. Outside Plant Investment	\$15,470	
3. Total Investment Cost (Line 1 + Line 2)		\$15,470
4. Net Salvage Value - Material		<u>\$0</u>
5. Net Installed Cost (Line 3 - Line 4)		\$15,470

B. Annual Cost

		<u>% Total Investment</u>
6. Depreciation	\$0	0.00%
7. Other Direct Expense	\$408	2.64%
8. Maintenance	\$483	3.12%
9. Return	\$0	0.00%
10. Federal and State Tax	\$0	0.00%
11. Total Annual Cost (Line 6 thru Line 10)	\$891	5.76%

C. Customer Installation Cost

	<u>Hours</u>	<u>Labor Rate</u>	
12. Engineering Labor	0.00	\$0.00	\$0
13. Installation Labor	0.00	\$0.00	\$0
14. Total Labor (Line 12 + Line 13)			\$0

D. Pricing

15. Proposed Nonrecurring Charge	\$ 1,007.00
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